

Fee for Service Rate Methodology Workgroup

MEETING NOTES

Date: December 11, 2007 (Tuesday)

Time: 1:00 p.m. – 3:00 p.m.

Where: Capitol Common - Conference Room E
400 S. Pine
Lansing, MI 48933

Attendees: Scott Barlow, Bud Ferguson, Jan Frederick, Sherri Gensterblum, Toni Hornberger, Deb Johnson, Ed Kemp, Tom Koepke, Maryann Lorkowski, Lynette Lynch, Deb Marshall, Kathy Merry, Pam O'Farrell, Liz Patrick, Susan Powell, Jane Reagan, Jeff Siegel, Regina Smith, Linda Sowle, Dave Stirdivant, Jolene Tobey, Tanisha Vogl

Handouts: PCG PowerPoint Presentation

Roll Out Plan

- Approval of random moment methodology
- Policy promulgation timeline
 - 2/2008 – Initial policy draft review and public comment
 - 4/2008 – Consultation summary
 - 5/2008 – Signatures, public notice and distribution
 - 6/2008 – Provider 30 day notice
 - 7/1/2008 – Policy effective date
- Outstanding issues
 - MDE does not want responsibility for the cost report form (supplemental 4096)
 - CMS still has issue with the precision level
 - MDCH, MDE and the ISDs continue to disagree with the need for procedure basis claim submission

Cost Settlement and Reconciliation

- MDCH is proposing to use Fiscal 2007 financial data (October 1, 2006 through September 30, 2007) to calculate the interim payment for the first year. After the first year the interim payments will be based on actual cost reporting.
- The process would utilize the 12 months of paid claims data, discounted by an approved percentage and divided into 12 monthly payments.
 - If a provider feels that the discount for their ISD is either too high or too low they may pencil in an estimated cost report along with a written justification and submit to the MDCH Cost Settlement area for approval.
- ISDs would like to know how clean out billing will be handled during the first few months of the new methodology. **MDCH will verify the process and report back to the workgroup.**
- It will be up to the ISDs to determine how they want to flow the interim revenue to their local districts.

TCM Interim Final Rule

- The interim final rule for TCM was released December 4, 2007. The comment period ends March 3, 2008.
- The rule appears to:
 - Mandate that case management services be billed in 15 minute units
 - Federal match available for only one case manager, that is responsible for managing all care
 - Requires much more documentation

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SPA Update

- Approval 11/21/07
- RMTS final methodology still not approved by CMS
- Letter sent to CMS to request that we be able to end claim submissions, since we are now doing a cost settled random moment methodology.
- Support document sent to CMS justifying the 95% error rate

Next Meetings (the conference room will be available for the group from Noon thru 4:00):

- January 29, 2008 1:00-3:00
- February 19, 2008 1:00-3:00 (Combined AOP and FFS meeting)
- March 18, 2008 1:00-3:00
- April 22, 2008 1:00-3:00
- May 20, 2008 1:00-3:00 (Combined AOP and FFS meeting)